

Internal Service Funds

Internal Service Funds account for state activities that provide goods and services to other state departments or agencies on a cost-reimbursement basis. A brief description of each fund follows:

The Central Services Fund accounts for the cost of providing the following services to state agencies: (1) legal services, (2) operation and management of real estate, (3) facilities and related services, (4) central stores, (5) operations of the motor pool, (6) auditing of state and local governmental units, (7) administration of the state civil service law, (8) administrative hearings, and (9) archives and records management.

The Equipment Revolving Fund accounts for the purchase, repair, maintenance, and replacement of equipment, machinery, supplies, and vehicles used for the following activities: (1) administration, maintenance, and construction of highways and highway facilities, and (2) management of public and private lands.

The Data Processing Revolving Fund accounts for distribution and apportionment of the full cost of data processing and data communication services to other state agencies, and for the payment of other costs incidental to the acquisition, operation, and administration of acquired data processing services, supplies, and equipment.

The Printing Services Fund accounts for the operation of the state printing plant.

The State Employees' Insurance Fund accounts for payment of premiums for employees' insurance benefit contracts.

The Risk Management Fund accounts for the administration of liability, property, and vehicle claims, including investigation, claim processing, negotiation and settlement, and other expenses relating to settlements and judgments against the state not otherwise budgeted.

The Higher Education Revolving Fund accounts for stores, data processing, educational, operational printing and duplication, motor pool, and other support service activities at colleges and universities.

Combining Balance Sheet

Internal Service Funds

June 30, 2001 (expressed in thousands)

	Central Services	Equipment Revolving	Data Processing Revolving	Printing Services	State Employees' Insurance
Assets					
Current Assets:					
Cash and pooled investments	\$ 15,879	\$ 10,268	\$ 24,036	\$ 3,023	\$ 35,250
Other receivables (net of allowance)	415	127	89	16	1,048
Due from other funds	20,672	5,632	15,415	5,413	23,521
Due from other governments	4,403	80	3,351	60	11,423
Inventories	3,396	3,833	455	435	-
Prepaid expenses	274	-	-	91	-
Total Current Assets	45,039	19,940	43,346	9,038	71,242
Other Assets:					
Investments, noncurrent	-	461	-	-	43,665
Total Other Assets	-	461	-	-	43,665
Fixed Assets:					
Land	1,428	-	-	-	-
Buildings	52,458	77	-	-	-
Other improvements and miscellaneous	12,636	-	12,268	-	-
Furnishings and equipment	45,691	265,094	114,646	10,887	1,017
Accumulated depreciation	(38,809)	(121,943)	(72,425)	(4,827)	(433)
Construction in progress	15,554	-	162	-	-
Total Fixed Assets	88,958	143,228	54,651	6,060	584
Total Assets	\$ 133,997	\$ 163,629	\$ 97,997	\$ 15,098	\$ 115,491
Liabilities and Equity					
Current Liabilities:					
Accounts payable	\$ 5,370	\$ 3,234	\$ 10,884	\$ 2,775	\$ 8,734
Contracts and retainages payable	6,412	252	-	-	15,310
Accrued liabilities	7,032	311	1,394	965	234
Obligations under security lending agreements	-	428	-	-	6,003
Due to other funds	4,447	1,031	1,576	371	22,910
Due to other governments	170	-	-	-	-
Deferred revenues	421	-	-	-	210
Claims and judgments payable, current	-	-	-	-	43,147
Total Current Liabilities	23,852	5,256	13,854	4,111	96,548
Long-Term Liabilities:					
Claims and judgments payable, long-term	-	-	-	-	-
Other long-term obligations	51,804	1,480	3,515	-	364
Total Long-Term Liabilities	51,804	1,480	3,515	-	364
Total Liabilities	75,656	6,736	17,369	4,111	96,912
Equity:					
Contributed capital	20,223	48,535	19,149	-	-
Retained earnings (deficit)	38,118	108,358	61,479	10,987	18,579
Total Equity	58,341	156,893	80,628	10,987	18,579
Total Liabilities and Equity	\$ 133,997	\$ 163,629	\$ 97,997	\$ 15,098	\$ 115,491

Risk Management	Higher Education Revolving	Totals	
		June 30, 2001	June 30, 2000
\$ -	\$ 7,237	\$ 95,693	\$ 141,111
-	1,838	3,533	3,905
1,003	36,623	108,279	133,931
1,716	963	21,996	17,541
-	11,477	19,596	18,931
1,621	20	2,006	1,979
4,340	58,158	251,103	317,398
-	973	45,099	33,292
-	973	45,099	33,292
-	30	1,458	1,458
-	5,274	57,809	57,870
-	37	24,941	13,872
-	66,923	504,258	506,696
-	(47,782)	(286,219)	(300,384)
-	81	15,797	19,549
-	24,563	318,044	299,061
\$ 4,340	\$ 83,694	\$ 614,246	\$ 649,751
\$ 19	\$ 6,633	\$ 37,649	\$ 37,110
-	384	22,358	11,669
6	8,234	18,176	16,415
-	-	6,431	440
6,730	15,428	52,493	66,546
-	-	170	273
-	56	687	2,931
35,202	-	78,349	76,037
41,957	30,735	216,313	211,421
233,535	-	233,535	199,476
-	6,754	63,917	68,464
233,535	6,754	297,452	267,940
275,492	37,489	513,765	479,361
-	1,407	89,314	84,234
(271,152)	44,798	11,167	86,156
(271,152)	46,205	100,481	170,390
\$ 4,340	\$ 83,694	\$ 614,246	\$ 649,751

Combining Statement of Revenues, Expenses, and Changes in Equity

Internal Service Funds

For the Fiscal Year Ended June 30, 2001 (expressed in thousands)

	Central Services	Equipment Revolving	Data Processing Revolving	Printing Services	State Employees' Insurance
Operating Revenues:					
Sales	\$ 17,940	\$ 4,225	\$ 30,624	\$ 36,740	\$ -
Less: Cost of goods sold	14,203	1,218	30,080	32,397	-
Gross profit	3,737	3,007	544	4,343	-
Charges for services	203,190	55,509	119,453	-	329
Earnings on investments	-	-	-	-	4,258
Insurance premiums	4,571	-	-	-	738,052
Miscellaneous revenue	15,892	16	-	1	6
Total Operating Revenues	227,390	58,532	119,997	4,344	742,645
Operating Expenses:					
Salaries and wages	100,562	12,525	27,157	1,831	4,118
Employee benefits	23,899	2,119	6,131	491	995
Personal services	10,236	153	3,544	51	1,041
Goods and services	68,752	17,857	63,549	2,204	2,862
Travel	2,443	216	364	46	63
Insurance premiums and claims	-	-	-	-	711,567
Depreciation and amortization	6,180	17,684	19,436	812	124
Miscellaneous expenses	4,253	1,692	3,170	291	14,220
Total Operating Expenses	216,325	52,246	123,351	5,726	734,990
Operating Income (Loss)	11,065	6,286	(3,354)	(1,382)	7,655
Nonoperating Revenues (Expenses):					
Other revenues (expenses)	507	4	(126)	(172)	(94)
Earnings (losses) on investments	580	486	-	-	176
Interest expense	(2,111)	(29)	-	-	(5)
Total Nonoperating Revenues (Expenses)	(1,024)	461	(126)	(172)	77
Income (Loss) Before Operating Transfers	10,041	6,747	(3,480)	(1,554)	7,732
Operating Transfers:					
Operating transfers in	73	-	-	-	50,709
Operating transfers out	(6,676)	(9)	(117)	-	(51,148)
Net Operating Transfers In (Out)	(6,603)	(9)	(117)	-	(439)
Net Income (Loss)	3,438	6,738	(3,597)	(1,554)	7,293
Equity:					
Equity as restated, July 1	54,832	146,559	83,833	12,541	11,286
Residual equity transfers in (out)	-	(1,000)	-	-	-
Contributions of capital	71	4,596	392	-	-
Return of contributed capital	-	-	-	-	-
Equity, June 30	\$ 58,341	\$ 156,893	\$ 80,628	\$ 10,987	\$ 18,579

Risk Management	Higher Education Revolving	Totals for the Year Ended	
		June 30, 2001	June 30, 2000
\$ -	\$ 43,391	\$ 132,920	\$ 140,687
-	37,902	115,800	122,235
-	5,489	17,120	18,452
5,202	152,839	536,522	516,925
-	-	4,258	2,923
35,583	-	778,206	674,005
3,800	8,501	28,216	19,794
44,585	166,829	1,364,322	1,232,099
-	60,782	206,975	207,849
-	14,357	47,992	46,437
-	3,884	18,909	13,813
18,825	76,646	250,695	230,094
-	1,142	4,274	4,004
112,797	-	824,364	735,279
-	5,850	50,086	47,790
-	6,608	30,234	27,247
131,622	169,269	1,433,529	1,312,513
(87,037)	(2,440)	(69,207)	(80,414)
-	(1,192)	(1,073)	1,374
-	1,389	2,631	2,312
-	(669)	(2,814)	(3,096)
-	(472)	(1,256)	590
(87,037)	(2,912)	(70,463)	(79,824)
-	18,747	69,529	67,735
-	(15,049)	(72,999)	(57,486)
-	3,698	(3,470)	10,249
(87,037)	786	(73,933)	(69,575)
(184,115)	45,454	170,390	228,615
-	(55)	(1,055)	(210)
-	20	5,079	11,581
-	-	-	(21)
\$ (271,152)	\$ 46,205	\$ 100,481	\$ 170,390

Combining Statement of Cash Flows

Internal Service Funds

For the Fiscal Year Ended June 30, 2001 (expressed in thousands)

	Central Services	Equipment Revolving	Data Processing Revolving	Printing Services
Cash Flows from Operating Activities:				
Operating Income (Loss)	\$ 11,065	\$ 6,286	\$ (3,354)	\$ (1,382)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations:				
Depreciation	6,180	17,684	19,436	812
Interest revenue reported as operating	-	-	-	-
Other revenues	49	-	347	43
Other expenses	-	(389)	-	-
Changes in Assets: Decrease (Increase)				
Receivables (net of allowance)	318	24	(17)	(8)
Due from other funds	7,090	2,657	318	447
Due from other governments	(438)	(15)	(58)	7
Inventories	(328)	(938)	18	467
Prepaid expenses	10	-	-	(29)
Changes in Liabilities: Increase (Decrease)				
Accounts payable	(828)	(734)	(1,407)	1,959
Contracts and retainages payable	854	-	-	-
Accrued liabilities	315	37	128	455
Due to other funds	(2,199)	(678)	(238)	329
Due to other governments	(75)	(1)	-	-
Deferred revenues	28	(2,174)	-	-
Claims and judgments payable	-	-	-	-
Other long-term obligations	64	(1,099)	169	-
Net Cash or Cash Equivalents Provided by (Used in) Operating Activities	22,105	20,660	15,342	3,100
Cash Flows from Noncapital Financing Activities:				
Operating transfers in	73	-	-	-
Operating transfers out	(6,676)	(9)	(117)	-
Fund equity transfers in	-	-	-	-
Fund equity transfers out	-	(1,000)	-	-
Net Cash or Cash Equivalents Provided by (Used in) Noncapital Financing Activities	(6,603)	(1,009)	(117)	-
Cash Flows from Capital and Related Financing Activities:				
Payments for interest	(2,111)	(29)	-	-
Acquisitions of fixed assets	(16,319)	(32,660)	(21,263)	(4,873)
Proceeds from sale of fixed assets	8,602	8,980	1,392	1,436
Proceeds from long-term capital financing	71	-	-	-
Payment of other long-term obligations	(5,881)	(341)	-	-
Net Cash or Cash Equivalents Provided by (Used in) Capital and Related Financing Activities	(15,638)	(24,050)	(19,871)	(3,437)
Cash Flows from Investing Activities:				
Receipt of interest	580	364	-	-
Proceeds from sale of investment securities	-	-	-	-
Purchases of investment securities	-	-	-	-
Net Cash Provided by (Used in) Investing Activities	580	364	-	-
Net Increase (Decrease) in Cash and Pooled Investments	444	(4,035)	(4,646)	(337)
Cash and Pooled Investments, July 1	15,435	14,303	28,682	3,360
Cash and Pooled Investments, June 30	\$ 15,879	\$ 10,268	\$ 24,036	\$ 3,023
Noncash Investing, Capital, and Financing Activities:				
Acquisition of capital assets with capital leases and COPs	\$ 1,475	\$ -	\$ -	\$ -
Capital lease and COP liabilities incurred in acquiring capital assets	(1,475)	-	-	-
Contributions of noncash assets	-	4,596	392	-
Return of contributed assets	-	-	-	-
Increase (decrease) in fair value of investments	-	122	-	-

State of Washington

State Employees' Insurance	Risk Management	Higher Education Revolving	Totals for the Year Ended	
			June 30, 2001	June 30, 2000
\$ 7,655	\$ (87,037)	\$ (2,440)	\$ (69,207)	\$ (80,414)
124	-	5,850	50,086	47,790
(4,258)	-	-	(4,258)	(2,923)
-	-	-	439	1,585
(89)	-	(736)	(1,214)	(107)
(87)	-	138	368	(1,486)
19,711	(810)	(3,761)	25,652	(62,370)
(1,843)	(1,716)	(388)	(4,451)	(2,422)
-	-	116	(665)	(3,031)
-	-	(8)	(27)	(1,289)
228	19	1,303	540	(4,463)
10,612	-	(24)	11,442	(9,657)
7,909	-	799	9,643	12,099
(20,051)	5,364	3,419	(14,054)	37,102
-	-	(26)	(102)	(311)
(97)	-	-	(2,243)	(2,360)
-	28,491	-	28,491	101,956
(7)	-	196	(677)	1,201
19,807	(55,689)	4,438	29,763	30,900
50,709	-	18,747	69,529	67,735
(51,148)	-	(15,049)	(72,999)	(57,486)
-	-	-	-	15,971
-	-	(55)	(1,055)	(16,181)
(439)	-	3,643	(4,525)	10,039
(5)	-	(669)	(2,814)	(3,096)
(221)	-	(7,416)	(82,752)	(69,271)
2	-	373	20,785	17,977
-	-	-	71	-
(50)	-	(742)	(7,014)	(16,053)
(274)	-	(8,454)	(71,724)	(70,443)
3,892	-	1,321	6,157	5,448
36,740	-	1,019	37,759	3,129
(41,874)	-	(974)	(42,848)	(2,736)
(1,242)	-	1,366	1,068	5,841
17,852	(55,689)	993	(45,418)	(23,663)
17,398	55,689	6,244	141,111	164,774
\$ 35,250	\$ -	\$ 7,237	\$ 95,693	\$ 141,111
\$ -	\$ -	\$ -	\$ 1,475	\$ 358
-	-	-	(1,475)	(358)
-	-	20	5,008	11,581
-	-	-	-	(21)
542	-	68	732	(213)

Schedule of Appropriated Expenses - Budget and Actual

Internal Service Funds

Continued

For the Biennium Ended June 30, 2001 (expressed in thousands)

	Approved Budget 1999-01 Biennium	Actual for 1999-01 Biennium	Variance Favorable (Unfavorable)
Fund/Appropriation			
Central Services Fund			
Archives and Records Management Account			
Salaries and expenses	\$ 8,756	\$ 8,307	\$ 449
Microfilm bureau	1,252	1,091	161
Legal Services Revolving Account			
Salaries and expenses	117,311	108,904	8,407
Vulnerable adults	486	486	-
General Administration Services Account			
Salaries and expenses	45,976	45,240	736
Commute trip reduction program	27	27	-
Energy Efficiency Services Account			
Salaries and expenses	431	276	155
Department of Personnel Service Account			
Salaries and expenses - Department of Personnel	15,951	15,927	24
Salaries and expenses - Secretary of State	681	644	37
Salaries and expenses - Personnel Appeals Board	1,602	1,595	7
Employment application processing system	515	515	-
Executive fellowship program	190	161	29
Combined fund drive	108	108	-
Retiree charity deduction	52	52	-
Office of Minority and Women's Business Enterprises Account (OMWBE)			
Salaries and expenses	2,546	1,944	602
Higher Education Personnel Services Account			
Higher education personnel services	1,640	1,640	-
Auditing Services Revolving Account			
Salaries and expenses	12,728	12,488	240
Administrative Hearings Revolving Account			
Salaries and expenses	20,762	20,171	591
Total Central Services Fund	\$ 231,014	\$ 219,576	\$ 11,438

Schedule of Appropriated Expenses - Budget and Actual

Internal Service Funds

Concluded

For the Biennium Ended June 30, 2001 (expressed in thousands)

Approved Budget 1999-01 Biennium	Actual for 1999-01 Biennium	Variance Favorable (Unfavorable)
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Fund/Appropriation

Data Processing Revolving Fund

Data Processing Revolving Account

Salaries and expenses	\$ 3,605	\$ 3,602	\$ 3
Digital government allocation - CTED	300	298	2
Digital government allocation - Financial management	235	197	38
Digital government allocation - Information services	171	171	-
Digital government allocation - Licensing	3,294	3,291	3

Total Data Processing Revolving Fund

\$ 7,605	\$ 7,559	\$ 46
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State Employees' Insurance Fund

Health Care Authority Administrative Account

Salaries and expenses	\$ 16,152	\$ 16,077	\$ 75
Uniform medical plan contract	442	429	13
Insurance information systems study	111	66	45
Year 2000 allocation	1,456	1,446	10

Total State Employees' Insurance Fund

\$ 18,161	\$ 18,018	\$ 143
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